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**CENTRAL INTELLIGENCE GROUP**  
**Washington, D.C.**

**COUNTRY:** Rumania

**SUBJECT:** Secret Memorandum on the Economic Clauses  
of the Rumanian Armistice Convention

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1. For the fulfillment of the Armistice Convention of 12 September 1944, Rumania has mobilized all the resources of her national economy. All stocks of goods, the whole productive capacity of the nation, all communication lines and equipment, and all financial resources were made available for the meticulous fulfillment of the clauses of the convention.
2. At the same time Rumania made an important economic and financial effort to maintain first line troops which suffered heavy losses. Together with the Soviet Army they have contributed within the limits of possibility to the common victory.
3. Rumania's efforts to carry out her obligations arising from the Armistice Convention were appreciated by the Soviet Government which recognized their loyal implementation.

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4. Rumania's economic and financial effort between August 1944 and 30 July 1945 totals \$2,528,418,900 of which \$1,050,006,252 represents the economic and financial effort for the implementation of the clauses of the Armistice Convention, of the Convention of 11 September 1945 at Moscow, and for the upkeep of Soviet troops and other contributions demanded by the Soviets. The sum of \$208,406,048 represents the upkeep of the Rumanian Army.

The sum of \$1,050,006,000 includes:

Support of the Soviet Armies to 1 July 1945	
and the AOC until 30 June 1945 (Article 10) ....	\$206,872,300
Upkeep of Soviet troops between 1 July 1945	
and 30 June 1946 .....	\$116,566,800
Maintenance afforded and materials delivered	
to Soviet troops without due formalities	
(Annex 1) .....	\$308,368,538
Work on communications .....	\$ 12,241,818
Rumanian war material delivered to the Soviet	
Armies .....	\$123,906,890
Repairing Soviet war material and captured	
German material .....	\$ 2,272,440
Payment of reparations to 30 June (1946?) at	
1944 prices (Article 11) .....	\$105,019,800
Restitution of Soviet goods:	
Goods restituted until 1 October	
1945 at FOB prices to	
June 1945 .....	\$153,518,392
Deliveries per Moscow Conven-	
tion, prices calculated for	
delivery to factory without	
taxes, at March 1945 prices..	\$ 20,867,203
Reparations for Soviet ships	
under Article 18 of Armistice	
Convention .....	\$ 4,444,727
Re-establishment of the United Nation's pre-war	
rights (Article 13) .....	\$ 22,83,690
	<u>\$2,528,418,900</u>

Various sums were spent for the repatriation of Soviet citizens in Rumania or in transit through Rumania, for the internment of enemy subjects, and for the administration of enemy property.

Certain demands (received as "deliveries") having been made by the AOC in Bucharest, the Rumanian Government thought fulfillment could not be excluded from the Armistice Convention

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conditions. In view of the paramount aim of waging and winning the war, however, the Rumanian Government has satisfied all demands within economic and financial limits. At the same time the Rumanian Government informed the AOC that since the execution of these obligations was not the result of the Armistice Convention, their implementation should have to be considered outside the scope of this convention.

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6. Of the \$1,050,000,000 paid out within the armistice terms, \$571,000,000 represents the deliveries of goods and maintenance, which, in the opinion of the Rumanian Government, were also made outside the obligations deriving from the Armistice Convention.

This sum may be divided as follows:

Maintenance of Soviet troops after the end of the war (fixed at 1 July 1945) .....	\$117,000,000
Goods and maintenance seized by Soviet troops .....	\$306,000,000
Goods and equipment of the Rumanian Army handed over to the Soviet troops .....	\$124,000,000
Difference in value resulting from the delivery of war reparations at 1938 prices ..	\$ 25,000,000

To these figures must be added:

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- A) The value of the Rumanian Navy and merchant marine fleet in Soviet waters after 23 August 1944
- B) Differences arising from the interpretation of the Moscow Convention concerning Article 12 which through price juggling, by a method of calculation other than that used by the Rumanian authorities concerning the total value of goods to be restituted, increases the total two and one-half times;
- C) The value of certain goods of Rumanian citizens abroad blocked in accord with Article 8 of the Armistice Convention, and seized by the Soviets.

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The sum of \$571,000,000 does not include the value of equipment delivered and other repairs of war trophies undertaken during the war, nor the value of outlays necessitated by the transit of Soviet citizens through Rumania being repatriated from other countries, nor other services and deliveries made on the demand of the Soviet authorities and whose execution was made, in the opinion of the Rumanian Government, outside the obligations arising from the context of the Armistice Convention.

\* This figure was received as \$174,625,322.

\*\* The difference between \$1,050,006,852 and \$1,050,456,507 is not explained.

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